

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)	
COMMISSION OF THE APPLICATION OF THE)	
FUEL ADJUSTMENT CLAUSE OF KENTUCKY)	CASE NO. 90-362-C
POWER COMPANY FROM NOVEMBER 1, 1991)	
TO APRIL 30, 1992)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on July 7, 1992 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Kentucky Power Company ("Kentucky Power") for the 6 months ended April 30, 1992.

As part of this review, the Commission ordered Kentucky Power to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. Kentucky Power has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission has previously established Kentucky Power's base fuel cost at 12.92 mills per Kwh.¹ A review of Kentucky

¹ Case No. 90-362, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of Kentucky Power Company from November 1, 1988 to October 31, 1990, Order dated April 3, 1991.


Power's monthly fuel clause filings shows that the actual fuel cost incurred for the 6-month period under review ranged from a low of 12.68 mills in April 1992 to a high of 14.11 mills in December 1991, with a 6-month average of 13.31 mills.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of Kentucky Power's FAC charge or improper fuel procurement practices.

IT IS THEREFORE ORDERED that the charges and credits billed by Kentucky Power through its FAC for the period November 1, 1991 to April 30, 1992 be and they hereby are approved.

Done at Frankfort, Kentucky, this 9th day of September, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director